UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF ALABAMA **SOUTHERN DIVISION**

PENNSYLVANIA NATIONAL)
MUTUAL INSURANCE COMPANY,)
Plaintiff,))) CASE NUMBER 08-J-0635-S
v.)
HANNA STEEL CORPORATION, ET AL.,)))
Defendants.	,
AFFIDAVIT	OF DANIEL J. KANE

STATE OF CALIFORNIA)
) ss.:
COUNTY OF MARIN)

DANIEL J. KANE, being duly sworn, deposes and says:

- 1. I am over the age of 18 and competent to make this Affidavit in all respects.
- 2. I am a Claims Specialist employed by Fireman's Fund Insurance Company ("FFIC").
- My responsibilities include supervising the litigation of the instant declaratory 3. judgment action against FFIC and others. As such, I am fully familiar with Hanna Steel Corporation's ("Hanna Steel") claim for coverage for three underlying actions, styled Ceola Allen, et al. v. Hanna Steel Corp., et al., Civ. No. 04-79; Katie Lowery, et al. v. Hanna Steel Corp., et al., Civ. No. 05-1749, and Larry Aaron, et al. v. Hanna Steel Corp., et al., Civ. No. 07-40 (collectively, the "Underlying Actions"), under an insurance policy issued to Hanna Steel by FFIC, which is at issue in this litigation.

- 4. This Affidavit is based on my review of the information, records and materials contained in the files maintained by FFIC in its ordinary course of business with respect to Hanna Steel's claim for coverage for the underlying actions, as well as my day-to-day handling and supervision of FFIC's involvement in this litigation. If called, I can and will competently testify as to the truth of the facts contained herein.
- 5. Annexed hereto as Exhibit "1" is a certified copy of the Commercial General Liability insurance policy to Hanna Steel Corporation ("Hanna Steel"), number KXC80371919 for the period December 1, 1998 to December 1, 1999 (the "FFIC Policy").
- 6. Annexed hereto as Exhibit "2" are true and correct copies of correspondence dated November 11, 2008 from FFIC to Hanna Steel concerning Hanna Steel's claim for coverage in the underlying actions.
 - 7. I declare under penalty of perjury that the foregoing is true and correct.

Daniel I. Kane

Sworn to and subscribed before me this 11th day of November 2008

Notary Public

ACKNOWLEDGMENT		
State of California County of Marin)
On November 11, 2008	before me,	Jody J. Martinez
		(insert name and title of the officer)
subscribed to the within instrur his/her/their authorized capacit person(s), or the entity upon be	ment and acknow ty(ies), and that be ehalf of which the	evidence to be the person(s) whose name(s) is/are viedged to me that he/she/they executed the same is by his/her/their signature(s) on the instrument the e person(s) acted, executed the instrument. The laws of the State of California that the foregoing
		JODY J. MARTINEZ